



DIVISION OF DEVELOPMENTAL DISABILITIES  
Olympia, Washington

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TITLE: ICF/MR INFLATION FACTORS POLICY 6.08

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Authority: RCW 74.09.120  
Chapter 275-38-845 WAC

**PURPOSE**

The Division of Developmental Disabilities (DDD) is required to adjust reimbursement rates for non-state owned Intermediate Care Facilities for the Mentally Retarded (ICF/MR) to take into consideration inflation factors as projected by the state of Washington, Economic and Revenue Forecast Council.

**SCOPE**

This policy applies to all non-state operated ICF/MRs contracted by the DDD to provide residential services.

**POLICY**

A. INFLATION ADJUSTMENTS

1. Unless otherwise specified in Chapter 275-38 WAC, twelve (12) month calendar year cost report data used in establishing ICF/MR rates are adjusted for inflation by the factors specified in this policy directive.
2. Unless otherwise specified in Chapter 275-38 WAC, cost report data covering periods greater than or less than a twelve (12) month calendar year period are adjusted for inflation by a percentage of the factors specified in this policy directive to equate the inflated time period to a twelve (12) month calendar year cost report period.

3. Unless otherwise specified in Chapter 275-38 WAC, rates used in establishing ICF/MR rates are adjusted for inflation by the factors specified in this policy directive.

B. INFLATION FACTORS

1. Pursuant to Extraordinary House Bill No. 1079, Section 55(1)(c), the IMR inflation factor for rates in effect from July 1, 1983 through June 30, 1984 shall be 2.5 percent.
2. Pursuant to Substitute House Bill No. 1156, Sec. 205 Section 55(1)(c), the IMR inflation factor for rates in effect from July 1, 1984 through June 30, 1985 shall be 3.0 percent.
3. Pursuant to Second Substitute House Bill No. 3656, Section 206(1)(c), the IMR inflation factor for rates in effect from January 1, 1986 through June 30, 1987 shall be 3.0 percent.
4. Pursuant to Substitute House Bill No. 1221, Section 206 (1)(f), the IMR inflation factor for rates in effect from July 1, 1987 through August 31, 1987 shall be 0.0 percent.
5. Pursuant to Substitute House Bill No. 1221, Section 206(1)(f), the IMR inflation factor in effect from September 1, 1987 through August 31, 1988 shall be 2.0 percent.
6. Pursuant to Substitute House Bill No. 1221, Section 206(1)(f), the IMR inflation factor in effect from September 1, 1988 through June 30, 1988 shall be 4.0 percent.
7. Pursuant to Engrossed Substitute House Bill No. 5352, the IMR inflation factor in effect from July 1, 1989 through December 31, 1989 shall be 0.0 percent.
8. Pursuant to Engrossed Substitute House Bill No. 5352, the IMR inflation factor in effect from January 1, 1990 through December 31, 1990 shall be 3.0 percent.
9. Pursuant to Engrossed Substitute House Bill No. 5352, the IMR inflation factor

in effect from January 1, 1991 through June 30, 1991 shall be 4.0 percent.

10. Based on the State of Washington, Economic Forecast Council projection for 1992 and 1993, the inflation factor in effect July 1, 1992 through June 30, 1993 shall be 3.8 percent.
11. Based on the State of Washington, Economic Forecast Council projection for 1993 and 1994, the inflation factor in effect July 1, 1993 through June 30, 1994 shall be 3.15 percent.
12. Based on the State of Washington, Economic Forecast Council projection for 1994 and 1995, the inflation factor in effect July 1, 1994 through June 30, 1995 shall be 3.1 percent.
13. Based on the State of Washington, Economic Forecast Council projection for 1995 and 1996, the inflation factor in effect July 1, 1995 through June 30, 1996 shall be 2.9 percent.
14. Based on the State of Washington, Economic Forecast Council projection for 1996 and 1997, the inflation factor in effect July 1, 1996 through June 30, 1997 shall be 2.5 percent.
15. Based on the State of Washington, Economic Forecast Council projection for 1997 and 1998, the inflation factor in effect July 1, 1997 through June 30, 1998 shall be 2.4 percent.

**SUPERSESSSION**

Division Policy Directive: 6.08  
Issued September 10, 1993

Approved:  /s/ Timothy R. Brown  
Acting Director, Division of Developmental Disabilities

Date:  6/10/97